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NAME OF COMMITTEE (In Full)

Morgan Stanley Political Action Committee

FEC IDENTIFICATION NUMBER

C00337626

Mailing Address 401 9th Street NW, Suite 650

City

Washington

State ZIP Code

DC 20004

Andrea Chamorro
Campaign Finance Analyst
Reports Analysis Division
Federal Election Commission
1050 First Street, NE
Washington, DC 20463

Identification Number: C003378626

Dear Ms. Chamorro,

This letter is in response to your request for additional information regarding the unauthorized charges totaling \$3,506.96 that the Morgan Stanley Political Action Committee ("the Committee") reported on the April Monthly FEC Report. Please note that I did not receive the original letter you sent dated September 10, 2019, but am replying now that I have been made aware of your request.

The unauthorized charges were made via electronic debit by an individual unknown to the Committee, consequently we believe the fraud was external not internal. As soon as the Committee became aware of the charges in the course of the monthly bank reconciliation process, we spoke with the bank's fraud department. The bank refunded the charges to the PAC account on April 8, 2019, and the Committee reported the refund on the May Monthly FEC Report. The bank has not notified the Committee whether the bank's fraud department reported the activity to law enforcement.

All of the PAC's disbursements are made by check and the Committee's internal controls require authorization and approval by three individuals. The unauthorized charges, however, were made by electronic debit. To prevent similar unauthorized disbursements of this kind in the future, the bank has been instructed to place a debit block on the bank account and not to allow any electronic payments unless they are authorized by the Committee in advance.

Please do not hesitate to contact me should you have questions or require any additional information.

Sincerely,

Mark Fernald
Treasurer